HEALTH CARE FINANCING ADMINISTRATION		OMB NO. 0938-0193
TRANSMITTAL AND NOTICE OF APPROVAL OF	1. TRANSMITTAL NUMBER:	2. STATE
STATE PLAN MATERIAL	02-03	NC
FOR: HEALTH CARE FINANCING ADMINISTRATION	3. PROGRAM IDENTIFICATION: TITLE XIX OF THE SOCIAL SECURITY ACT (MEDICAID)	
TO: REGIONAL ADMINISTRATOR HEALTH CARE FINANCING ADMINISTRATION DEPARTMENT OF HEALTH AND HUMAN SERVICES	4. PROPOSED EFFECTIVE DATE January 12, 2002	
5. TYPE OF PLAN MATERIAL (Check One):		
☐ NEW STATE PLAN ☐ AMENDMENT TO BE CONSIDERED AS NEW PLAN X AMENDMENT		
COMPLETE BLOCKS 6 THRU 10 IF THIS IS AN AMENDMENT (Separate Transmittal for each amendment)		
6. FEDERAL STATUTE/REGULATION CITATION:	7. FEDERAL BUDGET IMPACT:	
	a. FFY 02 \$ 0	
42 CFR 447.201	b. FFY 03 \$ 0	
8. PAGE NUMBER OF THE PLAN SECTION OR ATTACHMENT:	9. PAGE NUMBER OF THE SUPERS OR ATTACHMENT (If Applicable)	
Attachment 4.19-B, Section 10, Page 1	Attachment 4.19-B, Section 10, Page 1	
10. SUBJECT OF AMENDMENT: Dental Fee Schedule Payments		
11. GOVERNOR'S REVIEW (Check One): GOVERNOR'S OFFICE REPORTED NO COMMENT COMMENTS OF GOVERNOR'S OFFICE ENCLOSED NO REPLY RECEIVED WITHIN 45 DAYS OF SUBMITTAL	X OTHER, AS SPECIFIED: Not Required	
12,8IGNATURE OF,STATE AGENCY OFFICIAL:	16. RETURN TO:	
A3. TYPED NAME: Carmen Hooker Odom 14. TITLE: Secretary 15. DATE SUBMITTED:	Office of the Secretary Department of Health and Huma 2001 Mail Service Center Raleigh, North Carolina 27699-2	
February 6, 2002 FOR REGIONAL OF	FICE LICE ONLY	
17. DATE RECEIVED: February 14, 2002	18. DATE APPROVED: July 3, 2002	
PLAN APPROVED – ONE COPY ATTACHED		
19. EFFECTIVE DATE OF APPROVED MATERIAL: January 12, 2002	20. SIGNATURE OF REGIONAL OFFICIAL:	
21. TYPED NAME:	22. TITLE: Associate Regional Administrator	
Eugene A. Grasser 23. REMARKS:	Division of Medicaid and St	ate Operations

MEDICAL ASSISTANCE State: NORTH CAROLINA

PAYMENTS OUR MEDICAL AND REMEDIAL CARE AND SERVICE

10. Dental services.

Payments for dental services shall be equal to the lower of the submitted charge or the appropriate fee from the fee schedule in effect on January 1, 1995, except for payments to the University of North Carolina Dental School which will be reimbursed at cost and cost settled at year end.

- A. Annual fees are increased each January 1 based on the forecast of the Gross National Product (GNP) Implicit Price Deflator, but not to exceed the percentage increase granted by the North Carolina State Legislature.
- B. For calendar year 2002 only, the Division of Medical Assistance shall increase dental fees based on access to care in lieu of inflationary increases.
- C. Fees for new services are established based on the fees for similar existing services. If there are no similar services the fee is set at 75 percent of the estimated average charge.
- D. Fees for services deemed to be associated with adequacy of access to health care services may be increased or decreased based on administrative review. The service must be essential to the health needs of the Medicaid recipients, no other comparable treatment available and a fee adjustment must be necessary to maintain dental participation at a level adequate to meet the needs of Medicaid recipients.